

Marlboro Herald Advocate Bennettsville,S C Circ. 5850 From Page: 4 6/18/2007 63066



135 Opinion

'Movie Care' and Medicare

by Peter Pitts

Imagine turning 65 and finding a letter tucked in your mail-box offering unlimited movie tickets for just twenty-five bucks a month. You read through the fine print, and amazingly, the offer isn't a scam. It's a new federal program called "MovieCare."

Not a bad deal. It's estimated that seniors spend between five and six percent of their income on entertainment, and this new program -- funded by the government -- would cover most of those expenses.

In some ways, Medicare Part D provides the same service, albeit for goods more important than movie tickets. Seniors used to spend about 3.2 percent of their total income on drugs. Thanks to Part D, those expenses have plummeted, and 20 million seniors who previously lacked prescription drug coverage now have it.

Not surprisingly, more than eight in ten beneficiaries are pleased with the drug benefit.

If MovieCare were modeled on the Medicare drug benefit, more seniors than ever before would be able to go to the movies, the vast majority of movies would be available, and beneficiaries would likely enjoy the program as much as they enjoy Part D.

But before long, it's also likely that some congressional lawmakers would decide that MovieCare -- despite its enormous popularity -- was costing taxpayers too much because of heartless movie studio bosses.

We'd see speeches vilifying studio moguls and their "massive" profits. We'd see breathless reports of seniors who went to see Flags of Our Fathers on a Friday night but ended up trapped in a showing of Man of the Year -- the horror!

Mostly, though, we'd hear endless reports about how movies -- even subsidized ones -- cost too much. Naturally, it would be the government's job to do something about it.

Soon enough, some fiery populist in Congress would take center stage, declaring that the government needs to step in to negotiate movie prices. Pundits would write angry columns with headlines like "Lower Movie Prices Now!" and sneeringly refer to anyone who defended industry pricing as a corporate shill.

Others would call for the nation to adopt the VA's program, "VetFlix," which offers lower prices, but only to movies star-

ring Chevy Chase.

And maybe such negotiations would actually succeed in bringing down ticket costs at first. But with the movie industry's revenues forcibly curtailed, it would become a shell of its former self. And in an effort to contain costs, the wide array of movie choices that made the plan so popular at the start would disappear.

Here's why: The government would only have leverage for a negotiation if it were willing to exclude certain movies from coverage. As such, government negotiations would close off viewing options, sticking beneficiaries with a "movie formulary." We'd have an Office of MovieCare filled with cinematically clueless bureaucrats trying to put together a list of available movies.

Want to see the latest Steven Spielberg film? Tough. MovieCare doesn't cover Spielberg any more.

Want to see this year's Oscar-nominated documentaries? Too bad; they weren't popular enough to demand coverage.

There would inevitably be controversy over so-called "Me-Too" movies, with some claiming that the industry just repeats the same ideas every few years. So sequels would be cut (so much for The Godfather Part II), and the plan would only cover one or two films out of every genre each year.

No need for more than one action film, one romantic comedy, or one comic book movie, right? Who needs Spider-Man and X-Men when Ghost Rider and The Punisher will do? Never mind that they're only superficially similar -- designed to fill the same genre niche, but not remotely similar in terms of effect -- government bureaucrats at the Office of MovieCare get to decide what movies are just expensive rehashes of the same old thing.

Naturally, the end result would be the decimation of the nation's thriving, innovative, world-leading movie industry. We'd see fewer films each year, and those that we did see would be cheaply produced and less original.

Breakthrough special effects, edgy young filmmakers, risky independent films and big-budget summer blockbusters would all get tossed off the production charts as studio revenues declined. Studios would be forced to tailor more of their films to meet the limited criteria of the MovieCare formulary.

As absurd as it sounds, this is what proponents of price negotiations want for the drug industry: less availability, less access, less innovation, less individual choice. It wouldn't work for the movies, and it certainly won't work for prescription drugs.

Peter J. Pitts is Director of the Center for Medicine in the Public Interest and a former Associate Commissioner of the FDA.

County: Marlboro 63066-06-18_4001